Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

December 22, 2008

David L. Armstrong Chairman

James Gardner Vice-Chairman

John W. Clay Commissioner

Honorable Roger M. Oliver Attorney at Law Oliver & Oliver Law Offices 301 Chestnut Street Post Office Box 287 Berea, KY 40403

RE: Case No. 2008-00478 Southern Madison Water District

The Commission staff has reviewed your response and has determined that your application in the above case now meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,

Ryan Gatewood, Director

Division of Filings

RG/rs Enclosure



OLIVER & OLIVER

LAW OFFICES
www.oliverlawoffices.com

Roger M. Oliver rmo@oliverlawoffices.com

November 19, 2008

RECEIVED

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PUBLIC SERVICE COMMISSION

Stephanie Stumbo, Executive Director Public Service Commission P. O. Box 615 Frankfort, KY 40602

2008-00478

FILED

In RE: Application for Non-Recurring Charge Increase Southern Madison Water District DEC 1 0 2008

PUBLIC SERVICE COMMISSION

Dear Ms. Stumbo:

I am the attorney for Southern Madison Water District (Southern Madison), and this is an application to make tariff revisions for certain non-recurring charges as listed in the enclosed tariff sheet and as defined in 807 KAR 5:006, Section 8. In support of its application, Southern Madison states as follows:

- Cost justification forms are included for each quantified rate proposed which show a full description of the equipment or service provided. The proposed rates cover incremental costs and a reasonable contribution to overhead.
- A copy of a public notice that will published in the newspaper for three (3) consecutive weeks before the new rates are imposed, which we propose to be January 1, 2009.
- ✓ A copy of this filing has been mailed to the Attorney General's Consumer Protection Division at 700 Capital Avenue, Suite 118, Frankfort, KY 40601.
- ✓ Southern Madison has not filed a general rate case since 1994. Since that time, the costs of performing the services associated with the non-recurring charges proposed have increased dramatically. Southern Madison has been absorbing the increased costs incurred for the listed non-recurring charges and cannot afford to wait for its next general rate case.
- ✓ The group of customers impacted by the proposed increases will be those who cause Southern Madison to incur the expense. It is unfair for Southern Madison and all its customers to continue to absorb expenses attributable to specific customers.